

Our Ref: Mfolozi 07/04/2011
Your Ref: Mfolozi 07/04/2011
Date: 07 April 2011

The Chief Director Local Government
National Treasury
Private Bag X 115
PRETORIA
0001

Dear Sir/Madam

ANNUAL BUDGET 2011/2012

The 2011/2012 budget of Mfolozi Local Municipality was prepared in terms of Circular No 51 of the MFMA and it has been approved on the 31 March 2011.

Attached please find the following documents:

1. The Executive Summary.
2. Budget Schedules.
3. The Full Council Resolution to approve Annual Budget for 2011/2012.
4. Quality Certificate

I hope you will find this in order, for more information please do not hesitate to contact the Chief Financial Officer.

Yours faithfully,

M.H.NKOSI
MUNICIPAL MANAGER

MFOLOZI MUNICIPALITY 2011/2012 BUDGET

SUMMARY REPORT

1. The 2011/2012 budget

1.1 Legislative framework

The 2011/2012 budget is prepared in accordance with the Local Government; Municipal Finance Management Act, 2003 and the Municipal Budget and reporting regulations issued by the Minister in terms of Section 168(1) of the Act. In terms of these regulations a multi-year budget spanning over three (3) years is prepared. It needs to be noted that the figures for 2012/2013 and 2013/2014 are indicative in terms of the medium term expenditure framework. In preparation of this budget, consideration has been given to MFMA Circular No. 51 which clearly provide further guidance to municipalities for the preparation of 2011/2012 Budget and Medium Term Revenue and Expenditure Framework (MTREF) as well as the Provincial Treasury Circular TC/RM3. This circular provides guidance and allocations to municipalities for the preparation and submission of their 2011/2012 budget. The functions have been ring-fenced in terms of the Council vote structure.

2. Medium term service delivery objectives as stated in the Integrated Development Plan (IDP):

- a. The medium term service delivery objectives of Mfolozi Municipality includes the following strategic focus areas and objectives:
 - i. **Service delivery-** Primarily focusing on the eradication of backlogs through the implementation of a good quality infrastructure to all potential consumers.
 - ii. **Economic development-** The objective is to improve the economy through the creation of job opportunities and additional economic activities.
 - iii. **Social development-** The objective is to reduce the occurrence and impact of HIV/Aids and to develop and empower youth, gender and communities
 - iv. **Institutional development-** The focus is on employment equity with the objective of transforming the municipality and capacity development for effective service delivery.
 - v. **Financial management-** our objective is to ensure sound financial management by promoting good financial practices with a view of ensuring a financially viable municipality.
 - vi. **Good governance and public participation-** The objectives are to promote good governance, accountability and transparency; to operate the municipality at a minimum risk level.
 - vii. **Other focus areas include:**
 1. Municipal roads
 2. Fire fighting
 3. Disaster management
 4. Solid waste
 5. Tourism

2.1. Linkages between the budget, the IDP and political priorities

Firstly, the budget timetable and the IDP process plan are aligned through an integrated time schedule.

Secondly, the IDP is prepared and the projects therefrom are included in the budget with each project properly reference per IDP description.

Moreover, the financial plan comprising the total budget, among other items, is included in the IDP.

2.2. The budget is summarized in more detail in the attached budget schedules. However, the comments on the budget are as follows:

MAIN BUDGET SUMMARY	2010/2011	2011/2012	CHANGE
Total operating budget	R38 575 133	R43 914 747	+14%
Capital budget	R14 135 000	R17 624 000	+25%
Total budget	R52 710 133	R61 538 747	17%
The total budget increased by		R 8 828 614	

With the above background, it is important to highlight the causes for such increases in both the operating and capital budgets. This will be done through the highlights section. Firstly, the operating budget will be reviewed. Thereafter, the Capital budget will be subjected to a review. The comments are as follows:

HIGHLIGHTS OF THE EXPENDITURE

1 OPERATING EXPENDITURE

Employee Related Costs

The employee related costs comprises 35% of the total operating budget. The primary reason for the increase is the annual across the board increment of 9%. The increment is based on the high inflation level and the indicative bargaining council figures. Council need to take cognizance of the fact that Wage Curves will be implemented on the 1st of July 2011, however the impact has not yet been finalized, hence they have not yet been included in the Budget. Secondly, vacant positions have had to be provided for as a result of the Bargaining Council Agreement. The vacant positions included in the operating budget are as follows:

- General workers
- Traffic Officer
- Fire Fighters.

Remuneration of Councilors

An 7% increment for Councilor's allowances is provided for.

Repairs and Maintenance

Vehicles

This is provided for due to the high expenditure on maintenance of the Grader & TLB and the poor conditions of vehicles. New vehicles were budgeted for to replace existing vehicles that should be replaced in terms of council policy.

General Expenses

The major items that have increased during the 2011/12 in this category include:

Fuel & Oil – The increase is based on actual petrol card consumption and provision for the new vehicles to be purchased.

Electricity & Water – The increase of 35% is based on electricity by Eskom and increase in the provision of Free Basic electricity to the community.

Professional fees – The increase is based on valuation roll for 2011-2015 (MPRA) and it is our final year for GRAP implementation.

Traffic Manager Services –The increase is based on the proposed implementation of the Driving license Testing Centre as per the council resolution.

Items with direct impact on communities include the following:

Poverty alleviation	500 000
LED	300 000
Community Services	0
Community Bursaries	270 000
Youth Skills Development	400 000
Disaster Fund	400 000
IDP Operating Projects	200 000
HIV & awareness Campaign	150 000
Zulu Dance	100 000
KwaNaloga Games	250 000
Street Lighting	200 000
Mayoral Projects	1 500 000
Mayoral Cup	150 000

Total Community and Social Expenditure

R 4 420 000

3.2 CAPITAL EXPENDITURE

The capital projects budgeted for are as follows:

Revenue - own funds

Computers	250 000
Computer Software	150 000
Cofunding – N2 Interchange	1 000 000
Furniture and Equipment	500 000
Plant and Equipment	250 000
Vehicles	1 000 000
Sub Total	3 150 000

MIG	14 475 000
Provincial Sport Allocation	0

TOTAL CAPITAL

17 625 000

4. HIGHLIGHTS OF INCOME

4.1 OPERATING INCOME

The sources of funding are important to ensure that the budget is actually funded and cash backed. The following items warrant specific mention:

❖ INTEREST INCOME

Interest Income is expected to increase as a result of higher interest rates, from R60, 000 to R206, 446

❖ EQUITABLE SHARE

Equitable share has been substantially increased from R 31 240 933 to R 37 931 000, giving us a nett increase of 6 690 067 (21% increase)

❖ PROVINCIAL GRANTS.

Provincial grants are based on the provincial Gazette for 2011/12 budget statements.

4.2 CAPITAL INCOME

The capital expenditure shall be funded as follows:

Own revenue	3 150 000
MIG	14 475 000
Provincial Sport Allocation	0
Total	17 624 000

5. FREE BASIC ELETRICITY

Free Basic electricity per household per month is provided for. The present policy of providing free Basic electricity remains unchanged. Free Basic electricity is also provided in the rural schemes which are not breaking even or where the cost far exceeds the revenue.

Any other consumption is billed at applicable tariffs.

6. BUDGET RELATED RESOLUTIONS

The Executive Committee resolves to recommend that:

1. The budget of the municipal for the year 2010/11; and indicative figures for the two projected outer years 20011/12 and 2012/13 be approved as set-out in the following schedules:
 - Table A1 Budget Summary.
 - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification).
 - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote).
 - Table A4 Budgeted Financial Performance (revenue and expenditure).
 - Table A5 Budgeted Capital expenditure by vote, standard classification and funding.
 - Table A6 Budgeted Financial Position.
 - Table A7 Budgeted Cash Flows
 - Table A8 Cash backed reserves/accumulated surplus reconciliation
 - Table A9 Asset Management
 - Table A10 Basic service delivery measurements
2. The Municipal Manager to be authorized to proceed with the procedure as stipulated in the MFMA and in terms of the guidelines stipulated by the Minister in terms of Section 168(1) of the Act.
3. The grants be accepted and approved with appreciation.
4. The staff structure be approved as budgeted for.
5. The Quality Certificate be approved.
6. That the tariff policy credit, control and debt collection policy, cash management and investment policy, supply chain management policy and financial plan have been reviewed.
7. That the funding and reserves policy be developed in compliance with Budget and Reporting Regulations.
8. That the tariffs be approved.

Organisational structure votes (if required)

Vote1 - EXECUTIVE & COUNCIL

Vote2 - FINANCIAL SERVICES

Vote3 - CORPORATE SERVICES

Vote4 - TECHNICAL SERVICES

Vote5 -

Vote6 -

Vote7 -

Vote8 -

Vote9 -

Vote10 -

Vote11 -

Vote12 -

Vote13 -

Vote14 -

Vote15 -

Organisational structure sub-votes (if required)

EXECUTIVE & COUNCIL

Vote1

COUNCIL

MUNICIPALMANAGER

FINANCIAL SERVICES

Vote2

FINANCE

CORPORATE SERVICES

Vote3

HUMAN RESOURCES

COMMUNITY SERVICES

TRAFFIC DEPARTMENT

TECHNICAL SERVICES

Vote4

ADMIN DEPARTMENT

WASTE DEPARTMENT

Vote5

Vote6

KZN281 Mfolozi - Contact Information
A. GENERAL INFORMATION
Municipality KZN281 Mfolozi

Set name on 'Instructions' sheet

Grade Grade 1

1 Grade in terms of the Remuneration of Public Office Bearers Act
Province KZN KWAZULU-NATAL

Web Address www.mbonambi.gov.za
e-mail Address nkosim@mbonambi.co.za
B. CONTACT INFORMATION
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City / Town KWAMBONAMBI

Postal Code 3915

Street address

Building Municipal Building

Street No. & Name 25 Bredella Street

City / Town KWAMBONAMBI

Postal Code 3915

General Contacts

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Fax number 035 580 1141

C. POLITICAL LEADERSHIP
Speaker:

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Secretary/PA to the Speaker:

Name Ms BN Mbuyazi

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Mayor/Executive Mayor:

Name CLLR TM Biyela

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Secretary/PA to the Mayor/Executive Mayor:

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Deputy Mayor/Executive Mayor:

Name

Telephone number

Cell number

Fax number

E-mail address

Secretary/PA to the Deputy Mayor/Executive Mayor:

Name

Telephone number

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Fax number

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D. MANAGEMENT LEADERSHIP
Municipal Manager:

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Chief Financial Officer

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KZN281 Mfolozi - Table A1 Budget Summary

2010/11 Budget Summary								2011/12 Medium Term Revenue & Expenditure Framework		
Description	2007/8	2008/9	2009/10	Current Year 2010/11				Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
R thousands	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome			
Financial Performance										
Property rates	-	-	-	3,976	3,976	3,976	3,976	4,587	4,855	5,147
Service charges	-	-	-	208	208	208	208	233	247	262
Investment revenue	-	-	-	60	60	60	60	206	225	175
Transfers recognised - operational	-	-	-	33,511	33,511	33,511	33,511	40,340	44,575	47,855
Other own revenue	-	-	-	2,921	2,921	2,921	2,921	1,697	2,497	2,993
Total Revenue (excluding capital transfers and contributions)	-	-	-	40,676	40,675	40,675	40,675	47,064	52,400	56,430
Employee costs	-	-	-	14,821	14,821	14,821	14,821	16,406	18,075	19,458
Remuneration of councillors	-	-	-	4,794	4,794	4,794	4,794	5,928	6,354	6,814
Depreciation & asset impairment	-	-	-	1,200	1,200	1,200	1,200	1,500	2,000	2,000
Finance charges	-	-	-	-	-	-	-	-	-	-
Materials and bulk purchases	-	-	-	-	-	-	-	-	-	-
Transfers and grants	-	-	-	195	195	195	195	225	225	225
Other expenditure	-	-	-	31,700	31,700	31,700	31,700	37,480	43,347	46,503
Total Expenditure	-	-	-	52,710	52,710	52,710	52,710	61,539	70,000	75,000
Surplus/(Deficit)	-	-	-	(12,035)	(12,035)	(12,035)	(12,035)	(14,475)	(17,600)	(18,568)
Transfers recognised - capital	-	-	-	12,035	12,035	12,035	12,035	14,475	17,600	18,568
Contributions recognised - capital & contributed assets	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	-	-	-	0	(0)	(0)	(0)	(0)	(0)	(0)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year	-	-	-	0	(0)	(0)	(0)	(0)	(0)	(0)
Capital expenditure & funds sources										
Capital expenditure	-	-	-	-	-	-	-	17,624	21,650	22,368
Transfers recognised - capital	-	-	-	-	-	-	-	14,474	17,600	18,568
Public contributions & donations	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-
Internally generated funds	-	-	-	-	-	-	-	-	-	-
Total sources of capital funds	-	-	-	-	-	-	-	14,474	17,600	18,568
Financial position										
Total current assets	-	-	-	-	-	-	-	-	-	-
Total non current assets	-	-	-	13,935	12,935	12,935	12,935	16,124	19,650	20,368
Total current liabilities	-	-	-	12,035	12,035	12,035	12,035	14,475	17,600	18,568
Total non current liabilities	-	-	-	-	-	-	-	-	-	-
Community wealth/Equity	-	-	-	45,546	45,546	45,546	45,546	54,815	62,175	66,421
Cash flows										
Net cash from (used) operating	-	-	-	91,285	91,285	91,285	91,285	105,453	118,350	127,632
Net cash from (used) investing	-	-	-	14,135	14,135	14,135	14,135	17,624	21,650	22,368
Net cash from (used) financing	-	-	-	-	-	-	-	-	-	-
Cash/cash equivalents at the year end	-	-	-	105,420	105,420	105,420	105,420	123,077	263,077	413,077
Cash backing/surplus reconciliation										
Cash and investments available	-	-	-	-	-	-	-	-	-	-
Application of cash and investments	-	-	-	24,070	24,070	24,070	24,070	28,950	35,200	37,136
Balance - surplus (shortfall)	-	-	-	(24,070)	(24,070)	(24,070)	(24,070)	(28,950)	(35,200)	(37,136)
Asset management										
Asset register summary (WDV)	-	-	-	3,100	2,100	2,100	17,624	17,624	21,650	22,368
Depreciation & asset impairment	-	-	-	1,200	1,200	1,200	1,500	1,500	2,000	2,000
Renewal of Existing Assets	-	-	-	-	-	-	17,624	17,624	21,649	22,368
Repairs and Maintenance	-	-	-	-	-	-	2,400	2,400	2,400	2,440
Free services										
Cost of Free Basic Services provided	-	-	-	-	-	-	-	-	-	-
Revenue cost of free services provided	-	-	-	-	-	-	-	-	-	-
Households below minimum service level										
Water:	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-

KZN281 Mfolozi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11			2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
R thousand	1									
Revenue - Standard										
<i>Governance and administration</i>		-	-	-	-	-	-	47,064	52,200	56,232
Executive and council		-	-	-	-	-	-	-	-	-
Budget and treasury office		-	-	-	-	-	-	45,564	49,941	53,401
Corporate services		-	-	-	-	-	-	1,500	2,259	2,831
<i>Community and public safety</i>		-	-	-	-	-	-	14,475	17,800	18,768
Community and social services		-	-	-	-	-	-	14,475	17,800	18,768
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	2	-	-	-	-	-	-	61,539	70,000	75,000
Expenditure - Standard										
<i>Governance and administration</i>		-	-	-	-	-	-	34,685	38,339	42,527
Executive and council		-	-	-	-	-	-	8,034	8,613	9,168
Budget and treasury office		-	-	-	-	-	-	14,668	16,186	19,136
Corporate services		-	-	-	-	-	-	11,993	13,541	14,222
<i>Community and public safety</i>		-	-	-	-	-	-	26,854	31,661	32,473
Community and social services		-	-	-	-	-	-	26,854	31,661	32,473
Sport and recreation		-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>		-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-
<i>Trading services</i>		-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-
<i>Other</i>	4	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	3	-	-	-	-	-	-	61,539	70,000	75,000
Surplus/(Deficit) for the year		-	-	-	-	-	-	(0)	-	0

References

- Government Finance Statistics Functions and Sub-functions are standardised to assist the compilation of national and international accounts for comparison purposes
- Total Revenue by standard classification must reconcile to Total Operating Revenue shown in Budgeted Financial Performance (revenue and expenditure)
- Total Expenditure by Standard Classification must reconcile to Total Operating Expenditure shown in Budgeted Financial Performance (revenue and expenditure)
- All amounts must be classified under a standard classification (modified GFS). The GFS function 'Other' is only for Abbatoirs, Air Transport, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

KZN281 Mfolozi - Table A2 Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Classification Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11			2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
Revenue - Standard										
Municipal governance and administration								47,064	52,200	56,232
Executive and council										
Mayor and Council										
Municipal Manager										
Budget and treasury office								45,564	49,941	53,401
Corporate services								1,500	2,259	2,831
Human Resources								1,500	2,259	2,831
Information Technology										
Property Services										
Other Admin										
Community and public safety								14,475	17,800	18,768
Community and social services								14,475	17,800	18,768
Libraries and Archives								14,475	17,800	18,768
Museums & Art Galleries etc										
Community halls and Facilities										
Cemeteries & Crematoriums										
Child Care										
Aged Care										
Other Community										
Other Social										
Sport and recreation										
Public safety										
Police										
Fire										
Civil Defence										
Street Lighting										
Other										
Housing										
Health										
Clinics										
Ambulance										
Other										
Economic and environmental services										
Planning and development										
Economic Development/Planning										
Town Planning/Building										
Licensing & Regulation										
Road transport										
Roads										
Public Buses										
Parking Garages										
Vehicle Licensing and Testing										
Other										
Environmental protection										
Pollution Control										
Biodiversity & Landscape										
Other										
Trading services										
Electricity										
Electricity Distribution										
Electricity Generation										
Water										
Water Distribution										
Water Storage										
Waste water management										
Sewerage										
Storm Water Management										
Public Toilets										
Waste management										
Solid Waste										
Other										
Air Transport										
Abattoirs										
Tourism										
Forestry										
Markets										
Total Revenue - Standard	2							61,539	70,000	75,000

Expenditure - Standard									
Municipal governance and administration									
Executive and council							34,685	36,339	42,527
Mayor and Council							8,034	8,613	9,168
Municipal Manager							6,368	6,854	7,304
Budget and treasury office							1,666	1,759	1,865
Corporate services							14,658	16,186	19,136
Human Resources							11,993	13,541	14,222
Information Technology									
Property Services									
Other Admin									
Community and public safety							26,854	31,661	32,473
Community and social services							26,854	31,661	32,473
Libraries and Archives									
Museums & Art Galleries etc									
Community halls and Facilities									
Cemeteries & Crematoriums									
Child Care									
Aged Care									
Other Community									
Other Social									
Sport and recreation									
Public safety									
Police									
Fire									
Civil Defence									
Street Lighting									
Other									
Housing									
Health									
Clinics									
Ambulance									
Other									
Economic and environmental services									
Planning and development									
Economic Development/Planning									
Town Planning/Building									
Licensing & Regulation									
Road transport									
Roads									
Public Buses									
Parking Garages									
Vehicle Licensing and Testing									
Other									
Environmental protection									
Pollution Control									
Biodiversity & Landscape									
Other									
Trading services									
Electricity									
Electricity Distribution									
Electricity Generation									
Water									
Water Distribution									
Water Storage									
Waste water management									
Sewerage									
Storm Water Management									
Public Toilets									
Waste management									
Solid Waste									
Other									
Air Transport									
Abattoirs									
Tourism									
Forestry									
Markets									
Total Expenditure - Standard	3						61,539	70,000	75,000
Surplus/(Deficit) for the year							(0)	-	0

References

- Government Finance Statistics Functions and Sub functions are standardised to assist national and international accounts and comparison
- Total Revenue by Standard Classification must reconcile to total operating revenue shown in Financial Performance (revenue and expenditure)
- Total Expenditure by Standard Classification must reconcile to total operating expenditure shown in Financial Performance (revenue and expenditure)
- All amounts must be classified under a Standard (modified GFS) classification. The GFS function 'Other' is only for Abattoirs, Air Transport, Markets and Tourism - and if used must be supported by footnotes. Nothing else may be placed under 'Other'. Assign associate share to relevant classification

check oprev balance	-	-	-	-52,710,631	-52,710,131	-52,710,131	-	-	-
check opexp balance	-	-	-	-52,710,233	-52,710,233	52,710,233	-314	-192	-499

2N281 Mfolozi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11			2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
housand										
venue by Vote	1									
Vote1 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	-	-	-
Vote2 - FINANCIAL SERVICES		-	-	-	-	-	-	45,564	49,941	53,401
Vote3 - CORPORATE SERVICES		-	-	-	-	-	-	1,500	2,259	2,831
Vote4 - TECHNICAL SERVICES		-	-	-	-	-	-	14,475	17,800	18,768
Vote5 - Example 5		-	-	-	-	-	-	-	-	-
Vote6 - Example 6		-	-	-	-	-	-	-	-	-
Vote7 - Example 7		-	-	-	-	-	-	-	-	-
Vote8 - Example 8		-	-	-	-	-	-	-	-	-
Vote9 - Example 9		-	-	-	-	-	-	-	-	-
Vote10 - Example 10		-	-	-	-	-	-	-	-	-
Vote11 - Example 11		-	-	-	-	-	-	-	-	-
Vote12 - Example 12		-	-	-	-	-	-	-	-	-
Vote13 - Example 13		-	-	-	-	-	-	-	-	-
Vote14 - Example 14		-	-	-	-	-	-	-	-	-
Vote15 - Example 15		-	-	-	-	-	-	-	-	-
tal Revenue by Vote	2	-	-	-	-	-	-	61,539	70,000	75,000
penditure by Vote to be appropriated	1									
Vote1 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	8,034	8,613	9,168
Vote2 - FINANCIAL SERVICES		-	-	-	-	-	-	14,658	16,186	19,136
Vote3 - CORPORATE SERVICES		-	-	-	-	-	-	11,993	13,469	14,222
Vote4 - TECHNICAL SERVICES		-	-	-	-	-	-	26,854	31,733	32,473
Vote5 - Example 5		-	-	-	-	-	-	-	-	-
Vote6 - Example 6		-	-	-	-	-	-	-	-	-
Vote7 - Example 7		-	-	-	-	-	-	-	-	-
Vote8 - Example 8		-	-	-	-	-	-	-	-	-
Vote9 - Example 9		-	-	-	-	-	-	-	-	-
Vote10 - Example 10		-	-	-	-	-	-	-	-	-
Vote11 - Example 11		-	-	-	-	-	-	-	-	-
Vote12 - Example 12		-	-	-	-	-	-	-	-	-
Vote13 - Example 13		-	-	-	-	-	-	-	-	-
Vote14 - Example 14		-	-	-	-	-	-	-	-	-
Vote15 - Example 15		-	-	-	-	-	-	-	-	-
tal Expenditure by Vote	2	-	-	-	-	-	-	61,539	70,000	75,000
rplus/(Deficit) for the year	2	-	-	-	-	-	-	(0)	(0)	0

ferences

nsert 'Vote'; e.g. department, if different to standard classification structure

Must reconcile to Budgeted Financial Performance (revenue and expenditure)

Assign share in 'associate' to relevant Vote

KZN281 Mfolozi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A

[illegible]

KZN281 Mfolozi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A

[illegible]

KZN281 Mfolozi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A

Vote Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11			2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
R thousand										
Total Revenue by Vote	2	-	-	-	-	-	-	61,539	70,000	75,000

KZN281 Mfolozi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A

[illegible]

KZN281 Mfolozi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A

Vote Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11			2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
Vote9 - Example 9 Subvote example 1		-	-	-	-	-	-	-	-	-
Vote10 - Example 10 Subvote example 1		-	-	-	-	-	-	-	-	-
Vote11 - Example 11 Subvote example 1 0 0 0 0 0 0 0 0 0		-	-	-	-	-	-	-	-	-
Vote12 - Example 12 Subvote example 1 0 0 0 0 0 0 0 0 0		-	-	-	-	-	-	-	-	-
Vote13 - Example 13 Subvote example 1 0 0 0 0 0 0 0 0 0		-	-	-	-	-	-	-	-	-
Vote14 - Example 14 Subvote example 1 0 0 0 0 0 0 0 0 0		-	-	-	-	-	-	-	-	-
Vote15 - Example 15 Subvote example 1 0 0 0 0 0 0 0 0 0		-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	2	-	-	-	-	-	-	61,539	70,000	75,000
Surplus/(Deficit) for the year	2	-	-	-	-	-	-	(0)	(0)	

KZN281 Mfolozi - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)A

Vote Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11			2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14

R thousand

References

- 1. Insert 'Vote'; e.g. Department, if different to standard structure
- 2. Must reconcile to Financial Performance ('Revenue and Expenditure by Standard Classification' and 'Revenue and Expenditure')
- 3. Assign share in 'associate' to relevant vote

ZN281 Mfolozi - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11				2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
thousand	1										
Revenue By Source											
Property rates	2	-	-	-	3,976	3,976	3,976	3,976	4,467	4,735	5,020
Property rates - penalties & collection charges		-	-	-	-	-	-	-	120	120	127
Service charges - electricity revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-
Service charges - refuse revenue	2	-	-	-	208	208	208	208	233	247	262
Service charges - other		-	-	-	-	-	-	-	-	-	-
Rental of facilities and equipment		-	-	-	120	120	120	120	40	90	100
Interest earned - external investments		-	-	-	60	60	60	60	206	225	175
Interest earned - outstanding debtors		-	-	-	-	-	-	-	-	-	-
Dividends received		-	-	-	-	-	-	-	-	-	-
Fines		-	-	-	2,500	2,500	2,500	2,500	1,331	2,082	2,459
Licences and permits		-	-	-	-	-	-	-	-	-	-
Agency services		-	-	-	-	-	-	-	-	-	-
Transfers recognised - operational		-	-	-	33,511	33,511	33,511	33,511	40,340	44,575	47,855
Other revenue	2	-	-	-	301	301	301	301	326	326	434
Gains on disposal of PPE		-	-	-	-	-	-	-	-	-	-
total Revenue (excluding capital transfers and contributions)		-	-	-	40,676	40,675	40,675	40,675	47,064	52,400	56,432
Expenditure By Type											
Employee related costs	2	-	-	-	14,821	14,821	14,821	14,821	16,406	18,075	19,458
Remuneration of councillors		-	-	-	4,794	4,794	4,794	4,794	5,928	6,354	6,814
Debt impairment	3	-	-	-	-	-	-	-	-	-	-
Depreciation & asset impairment	2	-	-	-	1,200	1,200	1,200	1,200	1,500	2,000	2,000
Finance charges		-	-	-	-	-	-	-	-	-	-
Bulk purchases	2	-	-	-	-	-	-	-	-	-	-
Other materials	8	-	-	-	-	-	-	-	-	-	-
Contracted services		-	-	-	350	200	200	200	500	500	500
Transfers and grants		-	-	-	195	195	195	195	225	225	225
Other expenditure	4, 5	-	-	-	31,350	31,500	31,500	31,500	36,980	42,847	46,003
Loss on disposal of PPE		-	-	-	-	-	-	-	-	-	-
total Expenditure		-	-	-	52,710	52,710	52,710	52,710	61,539	70,000	75,000
Surplus/(Deficit)		-	-	-	(12,035)	(12,035)	(12,035)	(12,035)	(14,475)	(17,600)	(18,568)
Transfers recognised - capital		-	-	-	12,035	12,035	12,035	12,035	14,475	17,600	18,568
Contributions recognised - capital	6	-	-	-	-	-	-	-	-	-	-
Contributed assets		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions		-	-	-	0	(0)	(0)	(0)	(0)	(0)	(0)
Taxation		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after taxation		-	-	-	0	(0)	(0)	(0)	(0)	(0)	(0)
Attributable to minorities		-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) attributable to municipality		-	-	-	0	(0)	(0)	(0)	(0)	(0)	(0)
Share of surplus/ (deficit) of associate	7	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for the year		-	-	-	0	(0)	(0)	(0)	(0)	(0)	(0)

References

Classifications are revenue sources and expenditure type

Detail to be provided in Table SA1

Previously described as 'bad or doubtful debts' - amounts shown should reflect the change in the provision for debt impairment

Expenditure type components previously shown under repairs and maintenance should be allocated back to the originating expenditure group/item e.g. employee costs

Repairs & maintenance detailed in Table A9 and Table SA34c

Contributions are funds provided by external organisations to assist with infrastructure development; e.g. developer contributions (detail to be provided in Table SA1)

Equity method

KZN281 Mfolozi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

Vote Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11				2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
R thousand	1										
Capital expenditure - Vote											
Multi-year expenditure to be appropriated	2										
Vote1 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	-	-	-	-
Vote2 - FINANCIAL SERVICES		-	-	-	-	-	-	-	2 150	2 050	2 800
Vote3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-
Vote4 - TECHNICAL SERVICES		-	-	-	-	-	-	-	15 474	19 600	19 568
Vote5 - Example 5		-	-	-	-	-	-	-	-	-	-
Vote6 - Example 6		-	-	-	-	-	-	-	-	-	-
Vote7 - Example 7		-	-	-	-	-	-	-	-	-	-
Vote8 - Example 8		-	-	-	-	-	-	-	-	-	-
Vote9 - Example 9		-	-	-	-	-	-	-	-	-	-
Vote10 - Example 10		-	-	-	-	-	-	-	-	-	-
Vote11 - Example 11		-	-	-	-	-	-	-	-	-	-
Vote12 - Example 12		-	-	-	-	-	-	-	-	-	-
Vote13 - Example 13		-	-	-	-	-	-	-	-	-	-
Vote14 - Example 14		-	-	-	-	-	-	-	-	-	-
Vote15 - Example 15		-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	7	-	-	-	-	-	-	-	17,624	21,650	22,368
Single-year expenditure to be appropriated	2										
Vote1 - EXECUTIVE & COUNCIL		-	-	-	-	-	-	-	-	-	-
Vote2 - FINANCIAL SERVICES		-	-	-	-	-	-	-	-	-	-
Vote3 - CORPORATE SERVICES		-	-	-	-	-	-	-	-	-	-
Vote4 - TECHNICAL SERVICES		-	-	-	-	-	-	-	-	-	-
Vote5 - Example 5		-	-	-	-	-	-	-	-	-	-
Vote6 - Example 6		-	-	-	-	-	-	-	-	-	-
Vote7 - Example 7		-	-	-	-	-	-	-	-	-	-
Vote8 - Example 8		-	-	-	-	-	-	-	-	-	-
Vote9 - Example 9		-	-	-	-	-	-	-	-	-	-
Vote10 - Example 10		-	-	-	-	-	-	-	-	-	-
Vote11 - Example 11		-	-	-	-	-	-	-	-	-	-
Vote12 - Example 12		-	-	-	-	-	-	-	-	-	-
Vote13 - Example 13		-	-	-	-	-	-	-	-	-	-
Vote14 - Example 14		-	-	-	-	-	-	-	-	-	-
Vote15 - Example 15		-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Vote		-	-	-	-	-	-	-	17,624	21,650	22,368
Capital Expenditure - Standard											
Governance and administration		-	-	-	-	-	-	-	2 150	2 050	2 800
Executive and council		-	-	-	-	-	-	-	-	-	-
Budget and treasury office		-	-	-	-	-	-	-	2 150	2 050	2 800
Corporate services		-	-	-	-	-	-	-	-	-	-
Community and public safety		-	-	-	-	-	-	-	15 474	19 600	19 568
Community and social services		-	-	-	-	-	-	-	15 474	19 600	19 568
Sport and recreation		-	-	-	-	-	-	-	-	-	-
Public safety		-	-	-	-	-	-	-	-	-	-
Housing		-	-	-	-	-	-	-	-	-	-
Health		-	-	-	-	-	-	-	-	-	-
Economic and environmental services		-	-	-	-	-	-	-	-	-	-
Planning and development		-	-	-	-	-	-	-	-	-	-
Road transport		-	-	-	-	-	-	-	-	-	-
Environmental protection		-	-	-	-	-	-	-	-	-	-
Trading services		-	-	-	-	-	-	-	-	-	-
Electricity		-	-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-	-
Waste water management		-	-	-	-	-	-	-	-	-	-
Waste management		-	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure - Standard	3	-	-	-	-	-	-	-	17,624	21,650	22,368
Funded by:											
National Government		-	-	-	-	-	-	-	14 474	17 600	18 568
Provincial Government		-	-	-	-	-	-	-	-	-	-
District Municipality		-	-	-	-	-	-	-	-	-	-
Other transfers and grants		-	-	-	-	-	-	-	-	-	-
Transfers recognised - capital	4	-	-	-	-	-	-	-	14,474	17,600	18,568
Public contributions & donations	5	-	-	-	-	-	-	-	-	-	-
Borrowing	6	-	-	-	-	-	-	-	-	-	-
Internally generated funds		-	-	-	-	-	-	-	-	-	-
Total Capital Funding	7	-	-	-	-	-	-	-	14,474	17,600	18,568

References

1. Municipalities may choose to appropriate for capital expenditure for three years or for one year (if one year appropriation projected expenditure required for yr2 and yr3).
2. Include capital component of PPP unitary payment. Note that capital transfers are only appropriated to municipalities for the budget year.
3. Capital expenditure by standard classification must reconcile to the appropriations by vote.
4. Must reconcile to supporting table SA20 and to Budgeted Financial Performance (revenue and expenditure).
5. Must reconcile to Budgeted Financial Performance (revenue and expenditure).
6. Include finance leases and PPP capital funding component of unitary payment - total borrowing/repayments to reconcile to changes in Table SA17.
7. Total Capital Funding must balance with Total Capital Expenditure.
8. Include any capitalised interest (MFMA section 46) as part of relevant capital budget.

KZN281 Mfolozi - Table A5 Budgeted Capital Expenditure by vote, standard classification and funding

[illegible]

Vote9 - Example 9 Subvote example 1	-	-	-	-	-	-	-	-	-	-
Vote10 - Example 10 Subvote example 1	-	-	-	-	-	-	-	-	-	-
Vote11 - Example 11 Subvote example 1	-	-	-	-	-	-	-	-	-	-
Vote12 - Example 12 Subvote example 1	-	-	-	-	-	-	-	-	-	-
Vote13 - Example 13 Subvote example 1	-	-	-	-	-	-	-	-	-	-
Vote14 - Example 14 Subvote example 1	-	-	-	-	-	-	-	-	-	-
Vote15 - Example 15 Subvote example 1	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	-	-	-	-	-	-	-	17,624	21,650	22,368

KZN281 Mfolozi - Table A6 Budgeted Financial Position

Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11				2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
R thousand											
ASSETS											
Current assets											
Cash		-	-	-	-	-	-	-	-	-	-
Call Investment deposits	1	-	-	-	-	-	-	-	-	-	-
Consumer debtors	1	-	-	-	-	-	-	-	-	-	-
Other debtors		-	-	-	-	-	-	-	-	-	-
Current portion of long-term receivables		-	-	-	-	-	-	-	-	-	-
Inventory	2	-	-	-	-	-	-	-	-	-	-
Total current assets		-	-	-	-	-	-	-	-	-	-
Non current assets											
Long-term receivables		-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	-	-	-	-	-
Investment property		-	-	-	-	-	-	-	-	-	-
Investment in Associate		-	-	-	-	-	-	-	-	-	-
Property plant and equipment	3	-	-	-	13,935	12,935	12,935	12,935	16,124	19,650	20,368
Agricultural		-	-	-	-	-	-	-	-	-	-
Biological		-	-	-	-	-	-	-	-	-	-
Intangible		-	-	-	-	-	-	-	-	-	-
Other non-current assets		-	-	-	-	-	-	-	-	-	-
Total non current assets		-	-	-	13,935	12,935	12,935	12,935	16,124	19,650	20,368
TOTAL ASSETS		-	-	-	13,935	12,935	12,935	12,935	16,124	19,650	20,368
LIABILITIES											
Current liabilities											
Bank overdraft	1	-	-	-	-	-	-	-	-	-	-
Borrowing	4	-	-	-	-	-	-	-	-	-	-
Consumer deposits		-	-	-	-	-	-	-	-	-	-
Trade and other payables	4	-	-	-	12,035	12,035	12,035	12,035	14,475	17,600	18,568
Provisions		-	-	-	-	-	-	-	-	-	-
Total current liabilities		-	-	-	12,035	12,035	12,035	12,035	14,475	17,600	18,568
Non current liabilities											
Borrowing		-	-	-	-	-	-	-	-	-	-
Provisions		-	-	-	-	-	-	-	-	-	-
Total non current liabilities		-	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES		-	-	-	12,035	12,035	12,035	12,035	14,475	17,600	18,568
NET ASSETS	5	-	-	-	1,900	900	900	900	1,649	2,050	1,800
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)		-	-	-	-	-	-	-	-	-	-
Reserves	4	-	-	-	45,546	45,546	45,546	45,546	54,815	62,175	66,421
Minorities' interests		-	-	-	-	-	-	-	-	-	-
TOTAL COMMUNITY WEALTH/EQUITY	5	-	-	-	45,546	45,546	45,546	45,546	54,815	62,175	66,421

References

1 Detail to be provided in Table SA3

2. include completed low cost housing to be transferred to beneficiaries within 12 months

3. include 'Construction-work-in-progress' (disclosed separately in annual financial statements)

4. Detail to be provided in Table SA3. Includes reserves to be funded by statute.

5 Net assets must balance with Total Community Wealth/Equity

KZN281 Mfolozi - Table A7 Budgeted Cash Flows

Description	Ref	2007/8		2008/9		2009/10		Current Year 2010/11				2011/12 Medium Term Revenue & Expenditure Framework			
		Audited Outcome		Audited Outcome		Audited Outcome		Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14	
R thousand															
CASH FLOW FROM OPERATING ACTIVITIES															
Receipts															
Ratepayers and other		-	-	-	-	-	7,104	7,104	7,104	7,104	6,517	7,600	8,402		
Government - operating	1	-	-	-	-	-	33,191	33,191	33,191	33,191	40,340	44,575	47,855		
Government - capital	1	-	-	-	-	-	12,355	12,355	12,355	12,355	14,475	17,600	18,568		
Interest		-	-	-	-	-	60	60	60	60	206	225	175		
Dividends		-	-	-	-	-	-	-	-	-	-	-	-		
Payments															
Suppliers and employees		-	-	-	-	-	38,380	38,380	38,380	38,380	43,690	48,125	52,407		
Finance charges		-	-	-	-	-	-	-	-	-	-	-	-		
Transfers and Grants	1	-	-	-	-	-	195	195	195	195	225	225	225		
NET CASH FROM/(USED) OPERATING ACTIVITIES		-	-	-	-	-	91,285	91,285	91,285	91,285	105,453	118,350	127,632		
CASH FLOWS FROM INVESTING ACTIVITIES															
Receipts															
Proceeds on disposal of PPE		-	-	-	-	-	-	-	-	-	-	-	-		
Decrease (Increase) in non-current debtors		-	-	-	-	-	-	-	-	-	-	-	-		
Decrease (Increase) other non-current receivables		-	-	-	-	-	-	-	-	-	-	-	-		
Decrease (Increase) in non-current investments		-	-	-	-	-	-	-	-	-	-	-	-		
Payments															
Capital assets		-	-	-	-	-	-	-	-	-	-	-	-		
NET CASH FROM/(USED) INVESTING ACTIVITIES		-	-	-	-	-	14,135	14,135	14,135	14,135	17,624	21,650	22,368		
CASH FLOWS FROM FINANCING ACTIVITIES															
Receipts															
Short term loans		-	-	-	-	-	-	-	-	-	-	-	-		
Borrowing long term/refinancing		-	-	-	-	-	-	-	-	-	-	-	-		
Increase (decrease) in consumer deposits		-	-	-	-	-	-	-	-	-	-	-	-		
Payments															
Repayment of borrowing		-	-	-	-	-	-	-	-	-	-	-	-		
NET CASH FROM/(USED) FINANCING ACTIVITIES		-	-	-	-	-	-	-	-	-	-	-	-		
NET INCREASE/ (DECREASE) IN CASH HELD															
Cash/cash equivalents at the year begin:	2	-	-	-	-	-	105,420	105,420	105,420	105,420	123,077	140,000	150,000		
Cash/cash equivalents at the year end:	2	-	-	-	-	-	105,420	105,420	105,420	105,420	123,077	263,077	413,077		

References

1. Local/District municipalities to include transfers from/to District/Local Municipalities
2. Cash equivalents includes investments with maturities of 3 months or less

KZN281 Mfolozi - Table A8 Cash backed reserves/accumulated surplus reconciliation

R thousand	Description	Ref	2007/8		2008/9		2009/10		Current Year 2010/11				2011/12 Medium Term Revenue & Expenditure Framework		
			Audited Outcome		Audited Outcome		Audited Outcome		Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
	Cash and investments available														
	Cash/cash equivalents at the year end	1	-		-		-		105,420	105,420	105,420	105,420	123,077	263,077	413,077
	Other current investments > 90 days		-		-		-		(105,420)	(105,420)	(105,420)	(105,420)	(123,077)	(263,077)	(413,077)
	Non current assets - Investments	1	-		-		-		-	-	-	-	-	-	-
	Cash and investments available:														
	Application of cash and investments														
	Unspent conditional transfers		-		-		-		12,035	12,035	12,035	12,035	14,475	17,600	18,568
	Unspent borrowing		-		-		-		-	-	-	-	-	-	-
	Statutory requirements	2	-		-		-		-	-	-	-	-	-	-
	Other working capital requirements	3	-		-		-		12,035	12,035	12,035	12,035	14,475	17,600	18,568
	Other provisions		-		-		-		-	-	-	-	-	-	-
	Long term investments committed	4	-		-		-		-	-	-	-	-	-	-
	Reserves to be backed by cash/investments	5	-		-		-		-	-	-	-	-	-	-
	Total Application of cash and investments:		-		-		-		24,070	24,070	24,070	24,070	28,950	35,200	37,136
	Surplus(shortfall)		-		-		-		(24,070)	(24,070)	(24,070)	(24,070)	(28,950)	(35,200)	(37,136)

References

1. Must reconcile with Budgeted Cash Flows
2. For example: VAT, taxation
3. Council approval for policy required - include sufficient working capital (e.g. allowing for a % of current debtors > 90 days as uncollectable)
4. For example: sinking fund requirements for borrowing
5. Council approval required for each reserve created and basis of cash backing of reserves

KZN281 Mfolozi - Table A9 Asset Management

KZN2011/02 - Table AS Asset management										
Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11			2011/12 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
R thousand										
CAPITAL EXPENDITURE										
<u>Total New Assets</u>	1	-	-	-	-	-	-	17,624	21,649	22,368
Infrastructure - Road transport		-	-	-	-	-	-	2,723	2,723	2,723
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	2,723	2,723	2,723
Community		-	-	-	-	-	-	11,751	14,877	15,845
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	-	-	-	-	-	-	3,150	4,050	3,800
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Renewal of Existing Assets</u>	2	-	-	-	-	-	-	17,624	21,649	22,368
Infrastructure - Road transport		-	-	-	-	-	-	2,723	2,723	2,723
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	2,723	2,723	2,723
Community		-	-	-	-	-	-	11,751	14,877	15,845
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6	-	-	-	-	-	-	3,150	4,050	3,800
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
<u>Total Capital Expenditure</u>	4	-	-	-	-	-	-	5,445	5,445	5,445
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	5,445	5,445	5,445
Community		-	-	-	-	-	-	23,502	29,753	31,690
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	-	-	-	6,300	8,100	7,600
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE - Asset class	2	-	-	-	-	-	-	35,247	43,298	44,735
ASSET REGISTER SUMMARY - PPE (WDV)	5	-	-	-	-	-	-	2,723	2,723	2,723
Infrastructure - Road transport		-	-	-	-	-	-	-	-	-
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	2,723	2,723	2,723
Community		-	-	-	-	-	-	11,751	14,877	15,845
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets		-	-	-	3,100	2,100	2,100	3,150	4,050	3,800
Agricultural Assets		-	-	-	-	-	-	-	-	-
Biological assets		-	-	-	-	-	-	-	-	-
Intangibles		-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	-	-	-	3,100	2,100	2,100	17,624	21,650	22,368
EXPENDITURE OTHER ITEMS										
<u>Depreciation & asset impairment</u>		-	-	-	1,200	1,200	1,200	1,500	2,000	2,000
<u>Repairs and Maintenance by Asset Class</u>	3	-	-	-	-	-	-	2,400	2,400	2,440
Infrastructure - Road transport		-	-	-	-	-	-	1,000	1,000	1,000
Infrastructure - Electricity		-	-	-	-	-	-	-	-	-
Infrastructure - Water		-	-	-	-	-	-	-	-	-
Infrastructure - Sanitation		-	-	-	-	-	-	-	-	-
Infrastructure - Other		-	-	-	-	-	-	-	-	-
Infrastructure		-	-	-	-	-	-	1,000	1,000	1,000
Community		-	-	-	-	-	-	-	-	-
Heritage assets		-	-	-	-	-	-	-	-	-
Investment properties		-	-	-	-	-	-	-	-	-
Other assets	6, 7	-	-	-	-	-	-	1,400	1,400	1,440
TOTAL EXPENDITURE OTHER ITEMS		-	-	-	1,200	1,200	1,200	3,900	4,400	4,440
Renewal of Existing Assets as % of total capex		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	50.0%	50.0%	50.0%
Renewal of Existing Assets as % of deprecn		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	1174.9%	1082.5%	1118.4%
R&M as a % of PPE		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	14.9%	12.2%	12.0%
Renewal and R&M as a % of PPE		0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	114.0%	111.0%	111.0%

References

1. Detail of new assets provided in Table SA34a
2. Detail of renewal of existing assets provided in Table SA34b
3. Detail of Repairs and Maintenance by Asset Class provided in Table SA34c
4. Must reconcile to total capital expenditure on Budgeted Capital Expenditure
5. Must reconcile to 'Budgeted Financial Position' (written down value)
6. Donated/contributed and assets funded by finance leases to be allocated to the respective category

KZN281 Mfolozi - Table A10 Basic service delivery measurement

Description	Ref	2007/8	2008/9	2009/10	Current Year 2010/11			2011/12 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2011/12	Budget Year +1 2012/13	Budget Year +2 2013/14
Household service targets (000)	1									
Water:										
Piped water inside dwelling		-	-	-	-	-	-	-	-	-
Piped water inside yard (but not in dwelling)		-	-	-	-	-	-	-	-	-
Using public tap (at least min.service level)	2	-	-	-	-	-	-	-	-	-
Other water supply (at least min service level)	4	-	-	-	-	-	-	-	-	-
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-
Using public tap (< min.service level)	3	-	-	-	-	-	-	-	-	-
Other water supply (< min.service level)	4	-	-	-	-	-	-	-	-	-
No water supply		-	-	-	-	-	-	-	-	-
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:										
Flush toilet (connected to sewerage)		-	-	-	-	-	-	-	-	-
Flush toilet (with septic tank)		-	-	-	-	-	-	-	-	-
Chemical to let		-	-	-	-	-	-	-	-	-
Pit toilet (ventilated)		-	-	-	-	-	-	-	-	-
Other toilet provisions (> min.service level)		-	-	-	-	-	-	-	-	-
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-
Bucket toilet		-	-	-	-	-	-	-	-	-
Other toilet provisions (< min service level)		-	-	-	-	-	-	-	-	-
No toilet provisions		-	-	-	-	-	-	-	-	-
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
Energy:										
Electricity (at least min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (min.service level)		-	-	-	-	-	-	-	-	-
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-
Electricity (< min.service level)		-	-	-	-	-	-	-	-	-
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-
Other energy sources		-	-	-	-	-	-	-	-	-
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	-	-	-	-	-	-
Refuse:										
Removed at least once a week		-	-	-	208	208	208	233	247	262
Minimum Service Level and Above sub-total		-	-	-	208	208	208	233	247	262
Removed less frequently than once a week		-	-	-	-	-	-	-	-	-
Using communal refuse dump		-	-	-	-	-	-	-	-	-
Using own refuse dump		-	-	-	-	-	-	-	-	-
Other rubbish disposal		-	-	-	-	-	-	-	-	-
No rubbish disposal		-	-	-	-	-	-	-	-	-
Below Minimum Service Level sub-total		-	-	-	-	-	-	-	-	-
Total number of households	5	-	-	-	208	208	208	233	247	262
Households receiving Free Basic Service	7									
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free minimum level service)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed at least once a week)		-	-	-	-	-	-	-	-	-
Cost of Free Basic Services provided (R'000)	8									
Water (6 kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (free sanitation service)		-	-	-	-	-	-	-	-	-
Electricity/other energy (50kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (removed once a week)		-	-	-	-	-	-	-	-	-
Total cost of FBS provided (minimum social package)		-	-	-	-	-	-	-	-	-
Highest level of free service provided										
Property rates (R value threshold)		-	-	-	-	-	-	-	-	-
Water (kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (kilolitres per household per month)		-	-	-	-	-	-	-	-	-
Sanitation (Rand per household per month)		-	-	-	-	-	-	-	-	-
Electricity (kwh per household per month)		-	-	-	-	-	-	-	-	-
Refuse (average litres per week)		-	-	-	-	-	-	-	-	-
Revenue cost of free services provided (R'000)	9									
Property rates (R15 000 threshold rebate)		-	-	-	-	-	-	-	-	-
Property rates (other exemptions, reductions and rebates)		-	-	-	-	-	-	-	-	-
Water		-	-	-	-	-	-	-	-	-
Sanitation		-	-	-	-	-	-	-	-	-
Electricity/other energy		-	-	-	-	-	-	-	-	-
Refuse		-	-	-	-	-	-	-	-	-
Municipal Housing - rental rebates		-	-	-	-	-	-	-	-	-
Housing - top structure subsidies	6	-	-	-	-	-	-	-	-	-
Other		-	-	-	-	-	-	-	-	-
Total revenue cost of free services provided (total social package)		-	-	-	-	-	-	-	-	-

References

1. Include services provided by another entity e.g. Eskom
2. Stand distance <= 200m from dwelling
3. Stand distance > 200m from dwelling
4. Borehole, spring, rain-water tank etc.
5. Must agree to total number of households in municipal area
6. Include value of subsidy provided by municipality above provincial subsidy level
7. Show number of households receiving at least these levels of services completely free
8. Must reflect the cost to the municipality of providing the Free Basic Service



TRC: 24/4/6/41
MHNKOSI/MF

05 April 2011

MBONAMBI MUNICIPALITY (KZ281)

INTERNAL MEMORANDUM

TO : CHIEF FINANCIAL OFFICER
MANAGER: FINANCIAL SERVICES
DIRECTOR CORPORATE SERVICES

CC : DIRECTOR TECHNICAL SERVICES

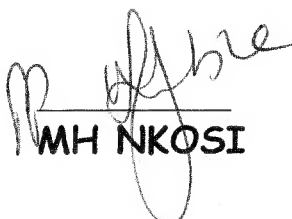
FROM : MUNICIPAL MANAGER

RE: DRAFT 2011/2012 MUNICIPAL DRAFT BUDGET

I wish to advise that Council during a meeting held on 31 March 2011,
Item no. (MBM: 01671) resolved that:

1. Council adopts the Mfolozi Municipality Draft Budget for 2011/2012 Financial Year;
2. The Corporate Services Portfolio Committee to review the Community Bursary Policy with the intention to increase the bursary funds and reduce the number of prospective beneficiaries.

Thank you.


MHNKOSI

QUALITY CERTIFICATE

M.H NKOSI, Municipal Manager of Mfolozi Municipality, hereby certify that the annual budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act, and the regulations made under the Act, and that the annual budget and supporting documents are consistent with the Integrated Development Plan of the municipality.



M.H NKOSI
Municipal Manager
Mfolozi Municipality (KZN281)

Date:

